

CULTURAL ENDOWMENT FUND
INVESTMENT PERFORMANCE REPORT AS OF DECEMBER 31, 2006

	December-06					September-06				Current	Prior Year	3 Years	5 Years
	Market Value	Allocation		Quarter Net ROR	Month Net ROR	Market Value	Allocation		Quarter Net ROR	FYTD	FY06	Ended 6/30/2006	Ended 6/30/2006
		Actual	Policy				Actual	Policy		Net	Net	Net	Net
LARGE CAP DOMESTIC EQUITY													
<i>Structured Growth</i>													
Los Angeles Capital	11,040	4.2%	5.1%	7.40%	0.16%	10,490	4.9%	5.1%	1.60%	9.12%	N/A	N/A	N/A
Total Structured Growth	11,040	4.2%	5.1%	7.40%	0.16%	10,490	4.9%	5.1%	1.60%	9.12%	N/A	N/A	N/A
<i>Russell 1000 Growth</i>				5.93%	0.34%				3.94%	10.10%	N/A	N/A	N/A
<i>Structured Value</i>													
LSV	12,220	4.6%	5.1%	8.09%	1.93%	11,558	5.4%	5.1%	4.90%	13.39%	N/A	N/A	N/A
Russell 1000 Value				8.00%	2.24%				6.22%	14.72%	N/A	N/A	N/A
Russell 1000 Enhanced Index													
LA Capital	23,156	8.8%	10.1%	7.67%	1.05%	20,924	9.7%	10.1%	3.71%	11.66%	N/A	N/A	N/A
Russell 1000				6.95%	1.28%				5.06%	12.36%	N/A	N/A	N/A
S&P 500 Enhanced Index													
Westridge	23,331	8.8%	10.1%	6.86%	1.43%	22,343	10.4%	10.1%	5.75%	13.00%	N/A	N/A	N/A
S&P 500				6.70%	1.40%				5.67%	12.74%	N/A	N/A	N/A
<i>Index</i>													
State Street	8,200			8.03%	2.51%	7,762			5.78%	14.28%	N/A	N/A	N/A
Total 130/30	8,200	3.1%	3.4%	8.03%	2.51%	7,762	3.6%	3.4%	5.78%	14.28%	N/A	N/A	N/A
S&P 500				6.70%	1.40%				5.67%	12.74%	N/A	N/A	N/A
TOTAL LARGE CAP DOMESTIC EQUITY	77,947	29.5%	33.8%	7.50%	1.32%	73,077	34.0%	33.8%	4.49%	12.32%	N/A	N/A	N/A
S&P 500				6.70%	1.40%				5.67%	12.74%	N/A	N/A	N/A
SMALL CAP DOMESTIC EQUITY													
<i>Manager-of-Managers</i>													
SEI	26,321	10.0%	11.3%	8.82%	0.32%	24,066	11.2%	11.3%	-0.01%	8.81%	N/A	N/A	N/A
Russell 2000 + 200bp				9.43%	0.50%				0.94%	10.46%	N/A	N/A	N/A
TOTAL SMALL CAP DOMESTIC EQUITY	26,321	10.0%	11.3%	8.82%	0.32%	24,066	11.2%	11.3%	-0.01%	8.81%	N/A	N/A	N/A
Russell 2000				8.90%	0.33%				0.44%	9.38%	N/A	N/A	N/A
INTERNATIONAL EQUITY													
<i>Large Cap - Active</i>													
Capital Guardian	9,531	3.6%	4.0%	8.53%	3.03%	8,733	4.1%	4.0%	5.02%	13.98%	N/A	N/A	N/A
LSV	9,471	3.6%	4.0%	10.66%	4.55%	8,522	4.0%	4.0%	6.24%	17.56%	N/A	N/A	N/A
Total Large Cap - Active	19,003	7.2%	8.0%	9.58%	3.78%	17,255	8.0%	8.0%	5.62%	15.74%	N/A	N/A	N/A
MSCI EAFE - 50% Hedged				9.06%	3.79%				4.87%	14.37%	N/A	N/A	N/A
<i>Small Cap - Value</i>													
Lazard	2,335	0.9%	1.0%	14.66%	4.20%	2,027	0.9%	1.0%	0.72%	15.49%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				11.41%	3.40%				1.53%	13.11%	N/A	N/A	N/A
<i>Small Cap - Growth</i>													
Vanguard	2,368	0.9%	1.0%	12.63%	3.92%	2,093	1.0%	1.0%	3.73%	16.83%	N/A	N/A	N/A
Citigroup Broad Market Index < \$2BN				11.41%	3.40%				1.53%	13.11%	N/A	N/A	N/A
TOTAL INTERNATIONAL EQUITY	23,705	9.0%	10.0%	10.35%	3.84%	21,375	10.0%	10.0%	4.93%	15.79%	N/A	N/A	N/A
MSCI EAFE - 50% Hedged				9.06%	3.79%				4.87%	14.37%	N/A	N/A	N/A
DOMESTIC FIXED INCOME													
<i>Core Bond</i>													
Western Asset	27,890	10.6%	12.8%	2.01%	-0.36%	27,183	12.7%	12.8%	4.45%	6.56%	N/A	N/A	N/A
Lehman Aggregate				1.24%	-0.58%				3.81%	5.09%	N/A	N/A	N/A
<i>Core Plus/Enhanced</i>													
Clifton Group	6,347	2.4%	3.0%	0.66%	-0.69%	6,270	2.9%	3.0%	N/A	N/A	N/A	N/A	N/A
Prudential	6,356	2.4%	3.0%	1.88%	-0.39%	6,200	2.9%	3.0%	N/A	N/A	N/A	N/A	N/A
Total Core Plus/Enhanced	12,703	4.8%	5.9%	1.27%	-0.54%	12,470	5.8%	5.9%	N/A	N/A	N/A	N/A	N/A
Lehman Aggregate				1.24%	-0.58%				3.81%				
<i>Index</i>													
Bank of ND	11,732	4.4%	5.6%	1.31%	-0.40%	11,956	5.6%	5.6%	3.10%	4.46%	N/A	N/A	N/A
Lehman Gov/Credit				1.04%	-0.76%				3.91%	4.99%	N/A	N/A	N/A
<i>BBB Average Quality</i>													
Wells Capital (formerly Strong)	27,810	10.5%	12.8%	1.75%	-0.69%	27,176	12.7%	12.8%	4.60%	6.43%	N/A	N/A	N/A
Lehman US Credit BAA				1.49%	-0.94%				4.80%	6.36%	N/A	N/A	N/A
TOTAL DOMESTIC FIXED INCOME	80,135	30.4%	37.0%	1.70%	-0.51%	78,786	36.7%	37.0%	4.28%	6.06%	N/A	N/A	N/A
Lehman Aggregate				1.24%	-0.58%				3.81%	5.09%	N/A	N/A	N/A
REAL ESTATE													
<i>JP Morgan</i>													
NCREIF Total Index	10,494	4.0%	5.0%	0.01%	0.00%	10,591	4.9%	5.0%	0.57%	0.58%	N/A	N/A	N/A
				3.51%	1.16%				3.51%	7.14%	N/A	N/A	N/A
CASH EQUIVALENTS													
<i>Bank of ND</i>													
90 Day T-Bill	45,263	17.2%	3.0%	1.32%	0.44%	6,901	3.2%	3.0%	1.35%	2.68%	N/A	N/A	N/A
				1.26%	0.44%				1.33%	2.60%	N/A	N/A	N/A
TOTAL CULTURAL ENDOWMENT FUND	263,865	100.0%	100.0%	5.25%	0.72%	214,795	100.0%	100.0%	3.67%	9.11%	6.32%	N/A	N/A
POLICY TARGET BENCHMARK				4.82%	0.75%				4.08%	9.09%	6.00%	N/A	N/A

NOTE: Monthly returns and market values are preliminary and subject to change.